



United States
Department of
Agriculture

Food and
Consumer
Service

Mountain
Plains
Region

1244 Speer Blvd., Suite 903
Denver, CO 80204-3585

JAN 25 1997

Reply to
Attn. of: SP 97-12

Subject: State Administrative Expenses (SAE)

To: STATE AGENCY DIRECTORS - Colorado ED, Colorado HS, Iowa, Kansas,
(Child Nutrition Programs) Missouri ED, Montana OPI, Nebraska ED,
Nebraska SS, North Dakota, South Dakota,
Utah and Wyoming ED

Section 724 of the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, P.L. 104-193 deletes section 7(e) of the Child Nutrition Act of 1966 which gives specific authority to use SAE funds to administer the commodity distribution program. Deletion of this language is intended ONLY to eliminate redundancy since authority to use SAE funds for the administration of the commodity distribution program still exists at section 7(a)(8) of the Child Nutrition Act. The Department has no plans to change the allocation and use of SAE funds relative to the commodity distribution program as outlined in SAE regulation 7 CFR Parts 235.4 and 235.6.

If you have any questions, please contact our office at (303) 844-0355.

Ann C. Degroat

ANN C. DEGROAT
Regional Director
Child Nutrition Programs